		1.5			
7 5					
2	1	Ford Greene	FILED		
	2	California State Bar No. 107601 HUB LAW OFFICES			
	3	711 Sir Francis Drake Boulevard San Anselmo, California 94960-1949	AUG 1 2 1994		
	4	Telephone: 415.258.0360 Telecopier: 415.456.5318	HOWARD HANSON MARIN COUNTY CLERK by P. Fan, Deputy		
	5	Attorney for Defendants GERALD ARMSTRONG and THE	RECEIVED		
	6	GERALD ARMSTRONG CORPORATION	AUG 1 2 1994		
	7		HUB LAW OFFICES		
	8	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
	9	FOR THE COUNTY	OF MARIN		
:	10				
:	11	CHURCH OF SCIENTOLOGY INTERNATIONAL, a California not-for-profit) No. 157 680)		
	12	religious corporation,)) SEPARATE STATEMENT OF		
	13	Plaintiff,) UNDISPUTED MATERIAL) FACTS IN SUPPORT OF		
	14	vs.) DEFENDANT ARMSTRONG'S) MOTION FOR SUMMARY		
	15	GERALD ARMSTRONG; MICHAEL WALTON; THE GERALD ARMSTRONG CORPORATION) JUDGMENT		
	16	a California for-profit corporation; DOES 1 through 100,			
	17	inclusive,)) Date: September 9, 1994		
	18	Defendants.) Time: 9:00 a.m.) Dept: One		
	19) Trial Date: 9/29/94		
		Defendant Gerald Armstrong submits the following undisputed			
	20	material facts with reference to supporting evidence pursuant to			
	21	Code of Civil Procedure section 437c (b). By reason of these			
	22	facts, every essential element of defendant's defense to			
	23	plaintiff's case pursuant to the Fir	st Amendment is established.		
	24	Defendant is entitled to judgment as			
	25				
	26				
	27				
	28				
HUB LAW OFFICE Ford Greene, Esqu 711 Sir Francis Drake San Anselmo, CA 94	ire e Blvd.				
(415) 258-0360		Page 1.	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGM		

-		
1	UNDISPUTED FACT	IDENTIARY SUPPORT
2	ISSUE NO. 1: In its first, second and	d third causes of action for
3	fraudulent conveyance and conspiracy	to angege in the same,
4	Scientology is unable to prove the el	ement that when Armstrong
5	divested himself of his assets he was	rendered insolvent.
6		
7	1. In its verified complaint Re	equest for Judicial Notice,
8	CSI alleges that Armstrong Ve	erified Complaint to Set
9	entered a settlement contract As	side Fraudulent Transfers and
10	in 1986 which contained for	or Damages; Conspiracy
11	certain "confidentiality ("	"Complaint"), Exh. A at ¶ 1,
12	provisions" and "liquidated p.	.2:11-19.
13	damages" provisions.	
14		
15	2. The complaint alleges Re	equest for Judicial Notice,
16	that in February 1990 Co	omplaint, Exh. A at ¶ 2, p.
17	"Armstrong began to take a 23	:20-27.
18	series of actions which	
19	directly violated the	
20	provisions of the Agreement"	
21	and, in order to protect	
22	himself against the liguidated	
23	damages provisions, without	
24	consideration he fraudulently	
25	5 conveyed all of his real and	
26	5 personal property to co-	
27	defendant Walton, The Gerald	
28	Armstrong Corporation and Doe	
FICES Esquire		

HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960 (415) 258-0360 Page 2.

1 defendants.

2

2		
3	3. The first cause of action	Request i
4	contends that Armstrong was an	Complaint
5	owner of real property	9:9-12.
6	situated at 707 Fawn Drive,	
7	San Anselmo and that on August	
8	24, 1990 Armstrong's transfer	
9	of the property was made with	
10	the actual intent to hinder,	
11	delay or defraud its	
12	collection of damages.	
13		
14	4. CSI alleges that at the	Request
15	time he made such transfer	Complain
16	Armstrong intended in the	p.9:13-1
17	future to engage in conduct	
18	breaching the contract, that	
19	he would become subject to	
20	damages in consequence of said	
21	breaches, "and for which he	
22	would have rendered himself	
23	judgment-proof."	
24		
25	5. The complaint alleges	Request
26	that Armstrong did not receive	Complain
27	reasonably equivalent value in	9:24-26.
28	exchange for the transfer of	
FICES		

Request for Judicial Notice, Complaint, Exh. A at ¶ 29, p. 9:9-12.

Request for Judicial Notice, Complaint, Exh. A at ¶30, p.9:13-18.

Request for Judicial Notice, Complaint, Exh. A at ¶31, p. 9:24-26.

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Page 3.

2	()	
1	his interest in the real	
2	property.	
3		
4	6. The second cause of	Request for Judicial Notice,
5	action contends that Armstrong	Complaint, Ex. A at ¶¶ 34-39,
6	transferred \$41,500.00 in cash	p.10:18 - 11:2
7	and \$1,000,000 in stock in The	
8	Gerald Armstrong Corporation	
9	with the intend to defraud CSI	
10	and without receiving	
11	reasonably equivalent value in	
12	exchange for his transfer of	
13	said assets.	
14		
15	7. After Armstrong divested	Evidence, Exh. 1, Declaration
16	himself of his assets he was	of Gerald Armstrong at \P 7, p.
17	not insolvent because his	6:19-21.
18	debts did not exceed his	
19	assets.	
20		
21		
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HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960 (415) 258-0360	Page 4.	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT
(,		

1 ISSUE NO. 2: Scientology is unable to prove the first, second 2 and third causes of action because it is constitionally prohibited from litigating the truth or validity of Armstrong's protected 3 religious belief that God directed him to divest himself of his 4 5 material possessions. 6 7 8. Gerald Armstrong Evidence, Exh. 1(A), 8 ("Armstrong") is a religious Declaration of Nancy Rodes; 9 figure. Exh. 1(B), Certificate of 10 Saint. 11 12 9. In 1986 Armstrong founded Evidence, Exh. 1(C), 13 a church. Armstrong's deposition taken 14 in the case of Scientology v. 15 Joseph Yanny, Los Angeles 16 Superior Court No. BC 033035 17 ("Yanny II") at 324:24 -18 325:1. 19 20 10. Armstrong's church has a Evidence, Exh. 1(C), "belief," a "corollary" and 21 Armstrong's deposition in the "obvious." 22 Yanny II at 320:15. 23 24 11. The belief of Armstrong's Evidence, Exh. 1(C), 25 church is that when members of Armstrong's deposition in 26 the church are together God is <u>Yanny II</u>, at 320:20 - 321:9. 27 present; the corollary is that whatever is said or done when 28

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i. P		
1	members of the church are	
2	together is sacred; the	<i>i</i>
3	obvious is that it has always	
4	been so, is now and forever	
5	will be.	
6		
7	12. In March, 1992	Evidence, Exh. 1(C),
8	Armstrong's church had 30	Armstrong's deposition in
9	members.	<u>Yanny II</u> , at 318:13.
10		
11	13. In August, 1990, as a	Evidence, Exh. 1(D),
12	consequence of his prayer to	Declaration of Armstrong, at \P
13	God for guidance in his	15, p.15:6 - 15:8, ¶ 24,
14	distress at the time of the	p.29:13 - 29:22, ¶ 58, p.74:18
15	military buildup in the Middle	- 74:23; Exh. 1(E),
16	East following Iraq's	Armstrong's prayer to God and
17	conquering of Kuwait,	His answer; Exh. 1(F)
18	Armstrong was told by Him to	Armstrong's deposition in
19	give away his worldly wealth.	<u>Scientology v. Armstrong</u> , Los
20		Angeles Superior Court No. BC
21		052395 (" <u>Armstrong II</u> "), at
22		268:4 - 268:15; Exh. 1(G),
23		Deposition of Michael Walton
24		("Walton") in <u>Armstrong II</u> , at
25		40:1 - 40:13; Exh. 1(H),
26		Armstrong's deposition herein,
27		at 74:9 - 75:17, 77:18 -24,
28		78:17 - 79:9; Exh. 1(I),
HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960 (415) 258-0360	Page 6.	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT

11		
1		Walton's deposition herein,
2		at 29:3 - 30:10.
3		
4	14. As a result of God's	Evidence, Exh. 1(D),
5	Answer, in August, 1990	Declaration of Armstrong, at \P
6	Armstrong transferred his	30, p.39:22 - 40:16, ¶ 33,
7	interest in the house ("Fawn	p.43:2; Exh. 1(F), Armstrong's
8	house") he lived in to the co-	deposition in <u>Armstrong II</u> , at
9	owner Walton, released to	268:2 268:20 - 269:11; Exh.
10	Walton his control of funds	1(G), Walton's deposition in
11	allocated for the Fawn house,	<u>Armstrong II</u> , at 39:9 - 39:25,
12	and forgave a debt owed him.	40:22 - 41:16; Exh. 1(H),
13		Armstrong's deposition herein,
14		at 75:17 - 75:25, 79:18 -
15		82:25; Exh. 1(I), Walton's
16		deposition herein, at 19:5 -
17		19:19, 27:2 - 28:2, 30:11 -
18		32:1.
19		
20	15. As a result of God's	Evidence, Exh. 1(D),
21	Answer, in August, 1990	Declaration of Armstrong, at \P
22	Armstrong transferred to his	33, p.43:3 - 43:5; Exh. 1(H),
23	friends Lorien Phippeny,	Armstrong's deposition herein
24	Michael Douglas, Nancy Rodes,	dated March 17, 1994, at 76:1
25	and Walton his stock in The	- 76:14, 84:23 - 85:2, 86:1 -
26	Gerald Armstrong Corporation	86:11, 90:12 - 90:18, 91:8 -
27	("TGAC").	91:12.
28		
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-		
l	16. As a result of God's	Evidence, Exh. 1(D),
2	Answer, in August, 1990	Declaration of Armstrong, at \P
3	Armstrong forgave all debts	33, p.43:6, ¶ 58, p. 74:19 -
4	owed to him.	74:21; Exh. 1(H), Armstrong's
5		deposition herein, at 25:20 -
6		33:5, 39:16 - 40:14, 86:24 -
7		87:19; Exh. 1(J), Letter from
8		Armstrong to Andrew Armstrong;
9		Exh. 1(K), Letter from
10		Armstrong to Lorrie Eaton;
11		Exh. 1(L), Letter from
12	an a	Armstrong to Jerry Solfvin;
13		Exh. 1(M), Letter from
14		Armstrong to Bruce, Tricia and
15		Anne-Leigh (Dawson Family);
16		Exh. 1(N), Letter from
17		Armstrong to Michael and Kima
18		Douglas ("Douglases"); Exh.
19		1(0), Letter from Douglases to
20		Armstrong; Exh. 1(P),
21		Promissory Note from Douglases
22		to Armstrong; Exh. 1(Q),
23		Promissory Note from Douglases
24		to Armstrong; Exh. 1(R),
25		Promissory Note from Douglases
26		to Armstrong; Exh. 1(S) Note
27		from Douglases to Armstrong.
28		
HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960	Domo 9	
(415) 258-0360	Page 8.	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT

-		
	17 Demokranica nining	
1	17. Armstrong's giving away	Evidence, Exh. 1(D),
2	of his wordly wealth comports	Declaration of Armstrong, at ¶
3	with the words of Christ found	25, p. 30:1 - 32:9.
4	in the Christian Bible.	
5		
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HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd San Anselmo, CA 94960 (415) 258-0360	Page 9.	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDCMENT

		\smile
1	18. Christ promises in the	Request for Judicial Notice,
2	Bible "treasure in heaven" and	Gospel According to St.
3	"everlasting life" for the	Matthew, Chapter 19, Exh. B,
4	reliquishment of wordly	at verses 16 - 30.
5	wealth, the forsaking of	
6	houses.	
7		
8	19. Armstrong's reliquishment	Evidence, Exh. 1(D),
9	of wordly wealth has led to	Declaration of Armstrong, at \P
10	his gaining of Christ's	15, p.16:2 - 16:10.
11	promises.	
12		
13	20. The value of treasure in	Evidence, Exh. 1(D),
-14	heaven and everlasting life is	Declaration of Armstrong, at \P
15	greater than the value of	15, p.16:2 - 16:10, ¶ 24,
16	Armstrong's interest in the	p.29:22 - 29:26, ¶ 25, p.30:5
17	Fawn house, the Fawn house	- 30:8, ¶ 28, p.38:15 - 38:21,
18	monies, TGAC stock, and all	¶ 30, p. 40:23 - 41:1.
19	debts owed to him.	
20		
21	21. It was never Armstrong's	Evidence, Exh. 1(D),
22	intention to transfer his	Declaration of Armstrong, at \P
23	assets for the purpose of	15, p.13:22 - 13:23, 14:17 -
24	rendering himself "judgment	15:10.
25	proof" so as to avoid his	
26	legal responsibilities.	
27		
28	22. Armstrong had no	Evidence, Exh. 1, Declaration
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1	agreement, secret or	of Armstrong at ¶ 7, p. 6:22-
2	otherwise, with any of the	27.
3	beneficiaries of his gifts of	
4	his assets or his forgiving of	
5	debts owed to him in August,	
6	1990 whereby any of said	
7	beneficiaries are holding such	
8	assets or amounts owed in	
9	trust for him, or otherwise	
10	have an intent to return such	
11	assets or amounts owed to him.	
12		
13	23. In August, 1990,	Evidence, Exh. 1, Declaration
14	Armstrong had no intent to	of Armstrong at ¶ 9, pp. 6:28-
15	violate the settlement	7:2.
16	contract and no intent to	
17	deprive Scientology of its	
18	ability to collect damages	
19	owed to it.	
20		
21	24. In August, 1990,	Evidence, Exh. 1, Declaration
22	Armstrong had not engaged in	of Armstrong at ¶ 10, p. 7:3-
23	any conduct that could	10; Exh. 1(T), Order of the
24	possibly be construed as	Court of Appeal permitting
25	having violated the settlement	Armstrong to respond
26	contract, with the exception	
27	of requesting permission from	
28	the Court of Appeal to	
FFICES		

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-		
1	participate in the litigation	
2	of his own appeal, which	
3	paragraph 4 of the settlement	
4	contract prohibited him from	
5	doing. In support of his	
6	request for permission to so	
7	participate in his appeal he	
8	submitted the settlement	
9	contract under seal.	
10		
11	ISSUE NO. 3: Scientology cannot overcome Armstrong's first	
12	affirmative defense based on the religious liberty clauses of the	
13	state and federal constitutions.	
14		
15	25. Armstrong's First Request for Judicial Notice,	
16	Affirmative Defense in his Exh. C., Verified Answer of	
17	Verified Answer states: Gerald Armstrong at ¶47,	
18	"Plaintiff is barred from p.9:10.	
19	bringing this action against	
20	Armstrong on the grounds that	
21	the complaint and the	
22	"agreement" on which it is	
23	based seek to attack, limit	
24	and deny Armstrong's right to	
25	freedom of religion guaranteed	
26	by the state and federal	
27	constitutions."	
28		
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¥		
ı	26. Plaintiff herein, Church	Request for Judicial Notice,
2	of Scientology International	Complaint, Exh. A at p. 3:14-
3	("CSI") is a non-profit	18, ¶ 3.
4	religious corporation.	
5		
6	27. CSI's management policies	Evidence, Exh. 1(U),
7	and directives are	Deposition herein of Lynn
8	"scripture."	Farny ("Farny"), Secretary and
9		representative of CSI, at
10		144:17-145:5, 146:6-13, 147:10
11		-14, 148:6.
12		
13	28. CSI's "scriptures" direct	Evidence, Exh. 1(U),
14	that its "scriptures" must be	Deposition of Farny at 147:10-
15	followed.	24; 208:9-209:17; 211:4-
16		212:15; 213:11-214:8; 224:8-
17		225:12; Exh. 1(V) Hubbard
18		Communications Policy Letter
19		"Verbal Tech: Penalties;" Exh.
20		1(W) Hubbard Communications
21		Policy Letter "Policy: Source
22		Of;" Exh. 1(X) Hubbard
23		Communications Policy Letter
24		"Seniority of Orders;" Exh.
25		1(Y) Hubbard Communications
26		Policy Letter "Policy and
27		Orders"
28		
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~		
1	29. In CSI's "scriptures,"	Evidence, Exh. 1(T),
2	"Suppressive Persons" or	Deposition of Farny at 244:1-
3	"Suppressive Groups" are	5, 251:12-252:7; Exh. 1(Z)
4	defined as follows: "A	Hubbard Communications Policy
5	SUPPRESSIVE PERSON or GROUP is	Letter "Suppressive Acts -
6	one that actively seeks to	Suppresion of Scientology and
7	suuppress or damage	Scientologists."
8	Scientology or a Scientologist	
9	by suppressive acts."	
10		
11	30. CSI declared Armstrong a	Evidence, Exh. 1(T),
12	"Suppressive Person" in 1982	Deposition of Farny at 250:24-
13	and has considered him a	251:7; Exh. 1(AA), Flag
14	"Suppressive Person" ever	Conditions Order 6664; Exh.
15	since.	1(BB), Flag Conditions Order
16		6664R; Exh. 1(CC) Flag
17		Executive Directive 2830RB
18		"Suppressive Persons and
19		Suppressive Groups List," at
20		p. 4, column 3.
21		
22	31. In CSI's "scriptures,"	Evidence, Exh. 1(T),
23	"Squirrels" are people with	Deposition of Farny at 301:11-
24	the "ecclesiastical" status of	302:1.
25	engaging in actions "that were	
26	destructive and aimed at the	
27	enslavement rather than the	
28	freedom of man."	
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1		
2	32. CSI has considered	Evidence, Exh. 1(T),
3	Armstrong a "Squirrel" since	Deposition of Farny at 300:21-
4	1984.	301:3, 302:2-302:22; Exh.
5		1(DD), Office of Special
6		Affairs International
7		Executive Directive No. 19
8		"Squirrels."
9		
10	33. Included in the	Evidence, Exh. 1, Declaration
11	"scriptures" of CSI is the	of Armstrong at ¶ 11, p. *;
12	concept of "Fair Game."	Exh. 1(EE), Hubbard
13		Communications Policy Letter
14		"Penalties for Lower
15		Conditions."
16		
17	34. The Fair Game policy in	Evidence, Exh. 1(EE), Hubbard
18	CSI's "scriptures" states:	Communications Policy Letter
19	"ENEMY - SP (Suppressive	"Penalties for Lower
20	Person) Order. Fair Game. May	Conditions."
21	be deprived of property or	
22	injured by any means by any	
23	Scientlogist without any	
24	discipline of the	
25	Scientologists. May be	
26	tricked, sued or lied to or	
27	destroyed."	
28		
CES		

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1	35. Included in CSI's	Evidence, Exh. 1, Declaration
2	"scriptures" is a policy by	of Armstrong at ¶ *, Exh.
3	Hubbard which purports to	1(FF), Hubbard Communications
4	cancel "Fair Game."	Policy Letter "Cancellation of
5		Fair Game."
6		
7	36. The "cancellation" of	Evidence, Exh. 1, Declaration
8	Fair Game is of the name only,	of Armstrong at ¶*****
9	and does not affect the way	
10	SPs are to be treated.	
11		
12	37. Fair Game has been	Request for Judicial Notice,
13	judicially recognized as a	opinion Allard v. Church of
14	practice of Scientology since	<u>Scientology</u> , (1976) 58 C.A.3d
15	1976, and as Scientology's	439, 129 Cal.Rptr.797, Exh. D
16	practice toward Armstrong from	at 443; <u>Wollersheim v. Church</u>
17	1984 through 1991.	of Scientology, (1989) 212
18		Cal.App.3d 872, 260
19		Cal.Rptr.331, Exh. E, at 335,
20		336, 341, 342, 345, 346, 347.
21		
22	38. Fair Game has been	Request for Judicial Notice,
23	judicially recognized as a	Memorandum of Intended
24	practice of Scientology toward	Decision filed June 22, 1984
25	Armstrong from 1984 through	in <u>Church of Scientology v.</u>
26	1991.	Gerald Armstrong, Los Angeles
27		Superior Court No. C 420153,
28		Exh. F at 8:18-21, Appendix at
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S SEPARATE STATEMENT RE SUMMARY JUDGMENT ARMSTR

13:15-22; opinion <u>Church of</u> <u>Scientology v. Gerald</u> <u>Armstrong</u> (1991) 232 Cal.App.3d 1060, 283 Cal.Rptr.917, Exh. G at 920.

Evidence, Exh. 1(T), Deposition of Farny at 448:10-24; Hubbard Communications Policy Letter "How to Handle Black Propaganda - Rumors and Whispering Campaigns," Exh. 1(GG); Hubbard Communications Policy Letter "Black PR," Exh. 1(HH).

1 2 3 4 5 6 7 8 39. In CSI's "scriptures," 9 "Black Propaganda" is defined 10 as follows: "The world is full of 11 12 madmen. 13 The basic characteristic 14 of extreme madness is pepetual 15 attack, attacks on anything, 16 attacks on persons or things 17 which contain no menace. 18 Extreme, not petty, crime 19 is at the root of such an impulse. 20 21 The attacker has an evil 22 purpose in life. He is a 23 thing of death, not life. And 24 his harvest is a death 25 harvest. 26 Such a person feels he 27 cannot be safe unless 28 everything else is dead.

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1 His evil purpose takes 2 many forms and expressions. 3 The end product is the same-4 death. ... Where an attacker 5 lacks the physical means of destroying others and where 6 7 his own purpose would fail if disclosed, the attacks become 8 9 covert.

He uses word of mouth, press media, any communication channel to spit his venom. He hides himself as the source, he makes the verbal attack seem logical or real or proven.

17 He counts on the utterances being picked up or 18 19 distorted and pased on by the 20 more base people in the society. 21 This is Black Propaganda. 22 It is intended to reduce a 23 real or imagined enemy, hurt 24

25 his income and deny him

26 friends and support....

27 Black Propaganda is

28 essentially a frabric of lies.

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1	40. According to CSI,	Evidence, Exh. 1(T), Deposition
2	Armstrong has engaged in	of Farny at 448:25-449:5
3	"Black Propaganda" against	
4	Scientology.	
5		
6	41. According to CSI,	Evidence, Exh. 1(T),
7	Armstrong has engaged in	Deposition of Farny at 449:13-
8	"Black Propaganda" against	450:8.
9	Scientology when he testified	
10	in deposition pursuant to	
11	subpoena.	
12		
13		
14	42. According to CSI,	Evidence, Exh. 1(T),
15	Armstrong's testimony in	Deposition of Farny at 334:20-
16	litigation is "made up"	335:15, 385:24-386:5
17	"schtick," his "declarations	
18	are phony and contain	
19	lies," and he lied in	
20	testimony about Scientology	
21	and its founder.	
22		
23	43. Included in the	Evidence, Exh. 1, Declaration
24	"scriptures" of CSI is an	of Armstrong at \P *; article
25	article by Hubbard entitled	"Dissemination of Material"
26	"Dissemination of Material"	from "Magazine Article on
27	which is published in a	Level O Checksheet," Exh.
28	booklet entitled "Magazine	1(II).
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-	
1	Article on Level O
2	Checksheet."
3	
4	44. In "Dissemination of
5	Materials" Hubbard directs his
6	organization personnel as
7	follows:
8	"The DEFENSE of anything
9	in UNTENABLE. The only way to
10	defend anything is to ATTACK,
11	and if you ever forget that,
12	then you will lose every
13	battle you are ever engaged
_14	in, whether it is in terms of
15	personal conversation, public
16	debate, or a court of law.
17	NEVER BE INTERESTED IN
18	CHARGES. DO, yourself, much
19	MORE CHARGING and you will
20	WIN. And the public, seeing
21	that you won, will then have a
22	communication line to the
23	effect that Scientologists
24	WIN. Don't ever let them have
25	any other thought than that
26	Scientology takes all its
27	objectives."
28	
FFICES Esquire	

Article "Dissemination of Material," Exh. 1(II) at pp.54, 55.

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1	"The law can be used very	
2	easily to harass, and enough	
3	harassment on somebody who is	
4	simply on the thin edge	
5	anyway, well knowing that he	
6	is not authorized, will	
7	generally be sufficient to	
8	cause his professional	
9	decease. If possible, of	
10	course, ruin him utterly."	
11		
12	45. CSI has between 25 and 40	Evidence, Exh. 1(T),
13	personnel in its "Legal	Deposition of Farny at 7:16-
14	Bureau."	9:8, 179:12-16.
15		
16	46. CSI considers the	Evidence, Exh. 1(T),
17	personnel in its Legal Bureau	Deposition of Farny at 141:3-
18	are performing "eccliastical"	142:22, 182:7- 21, 183:19-
19	duties.	184:23
20		
21	47. The "ecclesiastical"	Evidence, Exh. 1(T),
22	duties in CSI's Legal Bureau	Deposition of Farny at 245:20-
23	include dealing with all the	23, 261:16-25.
24	litigation involving	
25	Armstrong.	
26		
27	48. Testifying falsely or	Evidence, Exh. 1(T),
28	giving data against	Deposition of Farny at 256:9-
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-		
ı	Scientology falsely or in	17.
2	generalities or without	
3	personal knowledge of the	
4	matters to which one testifies	
5	is considered a "suppressive	
6	act" in Scientology.	
7		
- 8	49. Public statements against	Evidence, Exh. 1(T),
9	Scientology or Scientologists	Deposition of Farny at 261:4-
10	but not to Committees of	11.
11	Evidence duly convened are	
12	considered "suppressive acts"	
13	in Scientology.	
14		
15	50. Testifying falsely or	Evidence, Exh. 1(T),
16	giving data against	Deposition of Farny at 261:16-
17	Scientology falsely or in	25.
18	generalities or without	
19	personal knowledge of the	
20	matters to which one	
21	testifies, and public	
22	statements against Scientology	
23	or Scientologists but not to	
24	Committees of Evidence duly	
25	convened are considered by CSI	
26	to be the "exclusive purview	
27	of the eccliastical authority	
28	to adjudicate.	
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	ı		
	2	51. CSI seeks in its	Request for Judicial Notice,
	3	litigation against Armstrong	Verified Second Amended
	4	to prevent him from testifying	Complaint in <u>Armstrong II</u> ,
	5	against Scientology, and from	Exh. H
	6	making public statements	
	7	against Scientology or	
	8	Scientologists, and seeks to	
	9	have the Courts punish him for	
	10	so doing.	
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